COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF THE MCKINNEY)	
WATER DISTRICT FOR APPROVAL OF)	CASE NO.
A PROPOSED INCREASE IN RATES)	2005-00114
FOR WATER SERVICE)	

<u>ORDER</u>

McKinney Water District ("McKinney District") has applied to the Commission for authority to increase its rates for water service. In its filing, McKinney District has requested permission to deviate from certain filing requirements of Administrative Regulation 807 KAR 5:001, Section 10(6)(r), which requires the submission of monthly managerial reports providing financial results for the 12 months in the test period. In support of its deviation request, McKinney District states that it does not produce monthly managerial reports on a routine basis and that additional expenses would be incurred to produce them at this time.

Administrative Regulation 807 KAR 5:001, Section 14, provides the Commission with the authority to permit deviations from its regulations for good cause shown. Having reviewed the finding and being otherwise sufficiently advised, the Commission finds that the information contained in McKinney District's application is sufficient for our review of the application and that requiring the submission of the monthly managerial reports in this instance would result in increased rate case expense without any corresponding benefit to the ratepayers, the Commission or the public.

Finding that good cause exists, the Commission HEREBY ORDERS that McKinney District's request for permission to deviate from the filing requirements of Administrative Regulation 807 KAR 5:001, Section 10(6)(r), is granted.

Done at Frankfort, Kentucky, this 30th day of March, 2005.

By the Commission

ATTEST:

Executive Director